

Artha Rin 595 of 2024.

Bangladesh Form No. 3701

HIGH COURT FORM NO.5(2)

HEADING OF JUDGMENT IN ORIGINAL SUIT/CASE

DISTRICT-DHAKA

IN THE COURT OF ARTHA RIN ADALAT NO. 1, DHAKA.

Present : Mr. Md. Hasan Zaman,
Judge (Joint District Judge)

Date of Judgment : 24th day of August, 2026.

Artha Rin Suit No. 595 of 2024.

Lankabangla Finance PLC-----Plaintiff

-Versus-

Mst. Aklima Islam & others-----Defendant

This case came up for final hearing on: 31.03.2026, 21.04.2026,
26.07.2026.

In presence of:

M Habibur Rahman (Sumon)-----Advocate for Plaintiff.

Md. Osman Goni-----Advocate for Defendant.

And having stood for consideration to this day, the court delivered the following judgment:-

The plaintiff **Lankabangla Finance PLC** filed this present suit under the **Artha Rin Adalat Ain, 2003** for recovery of Tk. 23,44,266.55 (Taka Twenty Three Lac Forty Four Thousand Two Hundred Sixty Six Point Fifty Five) **as on 27.09.2023.**

The plaintiff Lankabangla Finance PLC a non-banking financial institution duly incorporated under the relevant laws of the land. The defendant No.1 is the principle Borrower while defendants No. 2 & 3 are the Personal Guarantors liable personally and collectively for the dues liability with plaintiff respectively.

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Upon the application of the defendant No.1 for Loan dated 04.09.2018 the Plaintiff sanctioned Personal Loan Facility vide its Sanction Letter dated 15.10.2018 for an amount of Tk. 15,00,000.00/- (Taka Fifteen Lac) only for the purpose of home renovation for a period of 60 (Sixty) months. In pursuant thereto, a loan Agreement was executed embodying the terms and conditions of the loan. The defendant No.1 accepted sanction letter along with the terms and conditions stipulated therein and executed various charge documents in favor of the plaintiff Institution. As security the defendant Nos.2-3 personally guaranteed the loan.

The plaintiff duly disbursed the sanctioned investment facilities which were availed of and enjoyed by the defendant No.1-3. However, the defendants, with mala fide intent, failed to repay the investment amounts within the stipulated periods. Despite of repeated requests and reminders, the defendants neglected and failed to adjust the outstanding liabilities. Consequently, the plaintiff issued Legal Notice on **04.12.2023** however, the defendants failed to comply with the said notice. The defendants' communications and conduct have made it evident that they will not settle the outstanding liabilities unless compelled by due process of law. As of 27.09.2023, the admitted liability of the defendants stood at Tk.**23,44,266.55** (Taka Twenty Three Lac Forty Four Thousand Two Hundred Sixty Six Point fifty five) including interest as per statement of account maintained in the name of the defendant.. Having failed in all attempts to recover its dues amicably, the plaintiff has compelled to file this instant suit.

On the other hand, the defendant No.1 contested the suit by filing Written Statement contending *inter alia* that the suit is not maintainable and has no cause of action. The real facts of the defendants is that admittedly the defendant no.1 availed and enjoyed TK.15.00 Lacs as personal loan from the plaintiff but he has repaid entire portion of the loan with interest to the plaintiff. Despite of adjustment plaintiff institution did not provide any NOC to him. The plaintiff with claim of unjust profit or interest filed the present suit which is liable to be dismissed with cost.

Issues:

On perusal of the plaint, written-statement, documents and previously framed issues, for proper adjudication of the suit, the issues are reframed in the following ways:

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- 1) Whether the suit is maintainable in it’s present form and prayer?
- 2) Whether the plaintiff has any cause of action for filing the suit?
- 3) Whether the Suit is barred by Limitation?
- 4) Whether the plaintiff institution is entitled to recover the claimed amount from the defendants?
- 5) Whether the plaintiff is entitled to obtain a decree as prayed for?

Discussions and Decisions:

To prove the plaint case, the plaintiff examined 01 witness namely **Omar Faruk as P.W.1** before this court. **During examination of P.W.1** the following documents were produced and proved, which have been marked as Exhibits:-

1) Letter of Authorization	Exhibit-1
2) Loan of Application, Sanctioned Letter & Loan Agreement	Exhibit-2 series
3) Charge Documents	Exhibit-3 series
4) Legal Notice with P.R	Exhibit-04 series
5) Account statement	Exhibit-05

On the other hand, to prove the defendant’s case, the defendant examined a witness namely Most. Aklima Islam **as D.W.1**, **but he did not produce any evidence** in support of such objection.

Decision with Reasons

Issue no. 1-3

All these issues are taken up together for the sake of brevity and convenience. Upon careful consideration of the plaint, the written statement and the evidences appearing on record, it appears that although the defendants challenged the maintainability of the suit, they have not adduced any evidence in support of such objection. On the other hand, The plaintiff **Lankabangla Finance PLC a non-banking financial institution duly incorporated under the relevant laws of the land** which is lawfully entitled to institute a suit for recovery of its dues under the provisions of the Artha Rin Adalat Ain, 2003. The plaint has been presented by way of affidavit as mandated under **Section 6(4) of the said Ain**, duly

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accompanied by **ad valorem court fees** and relevant charge documents. No legal infirmity is discernible in the presentation of the plaint. Therefore, the suit is clearly maintainable both in law and in fact. This issue is thus decided in favour of the plaintiff.

As regards the cause of action, the plaint sufficiently discloses grounds for bringing the instant suit. It appears from the plaint that, upon the application of the defendant No.1, the plaintiff **financial institution** sanctioned credit facilities in favour of the defendant No.1. The said facilities were secured by execution of charge documents and personal guarantees. However, the defendants defaulted in repayment of loan installments as per terms of the sanction letters. The default persisted and the outstanding liabilities accumulated to the tune of 23,44,266.55 (Taka Twenty Three Lac Forty Four Thousand Two Hundred Sixty Six Point Fifty Five) **as on 27.09.2023.**

Despite repeated reminders, the defendants failed to discharge the said liabilities. Ultimately, the plaintiff issued Legal notice on **04.12.2023**, calling upon the defendants to adjust the outstanding dues. The defendants, however, did not comply. Having no other efficacious remedy, the plaintiff was compelled to institute the present suit. The cause of action thus arose on **04.12.2023** and Sanction on 15.06.2017 and the instant suit having been filed on 14.02.2024, is well within the statutory period of limitation. In view of the above, it is held that the instant suit is properly maintainable, is founded upon a sufficient cause of action, and is not barred by limitation. All the aforesaid issues are therefore answered in favour of the plaintiffs.

Issue Nos: 4 and 5 :

All these issues are taken up together for the sake of brevity, convenience, and because they are closely interlinked both on facts and in law.

Upon careful consideration of the pleadings of the parties, the oral evidence adduced, documentary exhibits produced, and the entire materials available on record, it appears that the plaintiff is a duly incorporated scheduled non-banking financial institution, legally competent to institute and maintain the present suit for realization of financial claims arising out of sanctioned credit facilities advanced in the ordinary course of its business. It further appears from the record that Defendant No.1, namely **Most. Aklima Islam**, is the principal borrower, while Defendant Nos.2 and 3 executed deeds of guarantee securing repayment of

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the said loan facility and thereby assumed co-extensive liability with the borrower in accordance with law.

In view of Section 6(4) of the Artha Rin Adalat Ain, 2003, the plaint supported by affidavit carries substantive evidentiary value unless rebutted by credible and reliable evidence to the contrary. In support of its claim, the plaintiff examined one witness, namely **P.W.1 Omar Faruk**, who submitted affidavit-in-chief in support of the plaint. His testimony remained materially consistent, coherent, and fully supportive of the plaintiff's pleaded case. Nothing substantial could be elicited in cross-examination to discredit his testimony or weaken the evidentiary value of the plaintiff's case.

From **Exhibit-2/1**, being the sanction letter dated **15.10.2018**, it clearly transpires that upon application and request of Defendant No.1, the plaintiff sanctioned a term loan facility amounting to **Tk. 15,00,000/- (Taka Fifteen Lac only)** in favour of Defendant No.1 subject to specified terms and conditions. The charge documents marked **Exhibit-3 series** further establish that the borrower and guarantors executed all necessary security documents, undertakings, repayment commitments, and other binding financial instruments in favour of the plaintiff institution. These documents unmistakably prove lawful creation of financial liability and establish beyond doubt that Defendant No.1 duly availed the sanctioned facility and undertook repayment obligations according to agreed terms.

The reminder letters and legal notice marked **Exhibit-4 series** reveal that after availing the said facility, Defendant No.1 failed to maintain regular repayment and gradually committed persistent default. The documentary record further demonstrates that despite repeated reminders, notices, and demands issued by the plaintiff, the defendants failed to regularize the account or liquidate the overdue liability. The legal notice also sufficiently establishes that the plaintiff demanded repayment before institution of the suit in accordance with law.

The statement of account marked **Exhibit-5**, maintained in the ordinary course of financial business, clearly reveals that as on **27.09.2023** the total outstanding dues stood at **Tk. 23,44,266.55 (Taka Twenty Three Lac Forty Four Thousand Two Hundred Sixty Six Point Fifty Five)** inclusive of accrued interest. Such statement of account carries presumptive evidentiary value, particularly when regularly maintained in course of business, and in the present case the defendants failed to produce any contrary statement, independent audit, payment reconciliation, or

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documentary material capable of dislodging the correctness of the plaintiff's financial claim.

On the other hand, the defendant No.3 contested the suit by filing written statement wherein they admitted availing the loan facility of **Tk. 15,00,000/-** from the plaintiff institution. Their principal defence is that Defendant No.1 was regular in repayment and allegedly paid entire loan installments. They further contended that the plaintiff's present claim is exaggerated and based on incorrect statement of account. However, although such assertions were made in the written statement, no documentary evidence such as money receipts, account reconciliation statements, bank deposit slips, or other financial records were produced to substantiate those claims.

This Court notes that mere pleading without proof carries no evidentiary weight. The defendants, despite contesting the suit, failed to produce any reliable documentary evidence demonstrating full adjustment of installments or disproving the plaintiff's maintained account statement. During pendency of the suit also, no substantial payment was made nor was any convincing repayment proposal placed before the Court. Mere denial or allegation unsupported by evidence cannot defeat a financial claim proved by primary documentary records.

It further appears from the materials on record that due to continuous default committed by Defendant No.1, the loan account became classified and remained unpaid despite repeated demands. The plaintiff has therefore successfully established that the outstanding liability lawfully matured and remained recoverable.

Under Section 6(5) of the Artha Rin Adalat Ain, 2003, the liability of guarantors is co-extensive with that of the principal borrower unless restricted by specific contractual terms. In the present case, no such limiting clause is found in the guarantee documents. Consequently, Defendant Nos. 2 and 3, having voluntarily executed guarantee obligations, are jointly and severally liable together with Defendant No.1 for repayment of the decretal dues.

Upon comprehensive evaluation of the plaint, written statement, oral depositions, cross-examination, documentary exhibits, and all surrounding circumstances, this Court finds that the plaintiff has been able to prove its claim by reliable oral and documentary evidence. Accordingly, the issues under consideration are decided in favour of the plaintiff who is entitled to recover **Tk. 23,44,266.55** (Taka Twenty

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Three Lac Forty Four Thousand Two Hundred Sixty Six Point Fifty Five) **as on 27.09.2023** from the Defendants.

In result the case succeeded.

Court Fee paid is correct

**Hence,
It is Ordered**

That the present suit be decreed on contest against Defendant No.1 and ex-party against the other defendants with costs for an amount of **Tk. 23,44,266.55** (Taka Twenty Three Lac Forty Four Thousand Two Hundred Sixty Six Point Fifty Five) **as on 27.09.2023.**

The Plaintiff shall be entitled to receive the said amount **together with interest or profit as applicable under the prevailing laws or rules from 14.02.2024**, i.e., the date of filing of the suit, until full realization.

The Defendants are directed to pay the decree amount, together with interest or profit, in favor of the Plaintiff **within sixty (60) days of the pronouncement of this judgment.** In the event of default, the Plaintiff shall be entitled to recover the decree amount through lawful proceedings before the Court.

If the Defendants have made any payments during the pendency of the suit, the Plaintiff is directed to **adjust the same in accordance with the law.**

Typed & Corrected by Me

**Md. Hasan Zaman
Judge (Joint District Judge)
Artha Rin Adalat No-1, Dhaka**

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Judge (Joint District Judge)
Artha Rin Adalat No-1, Dhaka.**